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2 Investors Testify at Rewald Trial

Government attorneys, nearing the end of their case against Ronald Rewald, put two more investors on the witness stand yesterday to tell the jury about their association with the bogus investment counselor.

Rewald does not deny that Bishop, Baldwin, Rewald, Dillingham & Wong was not a real investment firm or that he took millions of dollars from investors. But he claims the CIA set up and ran his company.

Assistant U.S. Attorney John Peyton, who heads the prosecution team, said he expects the government to rest its case tomorrow.

Rewald, charged with 98 counts of fraud, perjury and tax evasion, went on trial seven weeks ago.

Marylou McKenna, a mother of three, told the jury yesterday that she was living on insurance money as a result of a traffic accident when she met Rewald in 1983.

SHE SAID she was introduced to Rewald by her neighbor, Jackie Vos, who was one of Rewald's secretaries. Vos told McKenna that Rewald's company offered 20 percent returns on insured investments.

"She made him sound too good to be true," McKenna said.

After meeting Rewald, the two talked about their back problems, she said. Rewald hurt his back in a polo accident and McKenna's back was broken in three places in an auto accident.

McKenna then began to invest money with Rewald, including her insurance money and the proceeds from the sale of a house. When the company collapsed in August 1983, she said, she lost $146,000.

Big Island resident Clyde Campbell told the jury that he invested his and his wife's savings in Bishop, Baldwin. When the company collapsed, he said, he lost $143,000.

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